

**ST. COLUMBA'S
CHURCH OF SCOTLAND**

Pont Street, London

**FINANCIAL STATEMENTS
FOR THE
YEAR ENDED 31 DECEMBER 2016**

Congregational number 472427

Charity Commission registration 236173

ST COLUMBA'S CHURCH OF SCOTLAND

REPORT OF THE TRUSTEES for the year to 31 December 2016

THE CHARITY

The name of the charity is Trust Property and Funds held in connection with St Columba's Church and Congregation and its address is Pont Street, London SW1X 0BD. The number of the charity is 236173. The charity is commonly known as St Columba's Church of Scotland.

TRUSTEES AND THEIR RESPONSIBILITIES

The charity trustees are the Kirk Session of St Columba's (the Elders).

The custodian trustee is a body incorporated on 5 December 1995 called The Trustees of St Columba's Church of Scotland, London (Ref. CD (Ldn) 236173/20646). In all its responsibilities it acts with the consent of the Kirk Session. In addition to holding the Church building and its halls, rooms and offices, the custodian trustee holds other properties (at 31 December 2016 two manses and a tennis ground). Details of these assets are shown on the Balance Sheet and note 6 of the Accounts.

The Revd C Angus MacLeod MA BD was Minister throughout the year and The Revd Andrea E Price was Associate Minister.

A list of the names of the Minister and the Elders who constituted the Kirk Session at any time in the year ended 31 December 2016 and at the date of this report is appended. The names of those acting as members of the incorporated body are marked thereon with an asterisk. Mrs Charlotte Bradford was appointed as a member of the incorporated body on 25 November 2016.

The name of the Session Clerk was until 25 November 2016 (John) Michael Stevenson and from that date has been Mrs Charlotte Bradford to whom day to day management of the charity is delegated (in consultation with the Finance Convener and others as appropriate).

The Kirk Session is responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the Kirk Session to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the income and expenditure of the charity for that period. In preparing these financial statements the Kirk Session is required to:

- Select suitable accounting policies and then apply them consistently.
- Observe the methods and principles in the Charities SORP.
- Make judgements and estimates that are reasonable and prudent.
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Kirk Session is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable it to ensure that the financial statements comply with the Charities Act 2011, the Regulations for Congregational Finance of the General Assembly of the Church of Scotland and the provisions of the Trust Deed. It is also responsible for safeguarding the assets of the charity

and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Kirk Session is responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

OTHER RELEVANT ORGANISATIONS

Bankers - The Royal Bank of Scotland, 175 Kensington High Street, London W8 6SH

Solicitors - Withers LLP, 16 Old Bailey, London EC4M 7EG

Auditors - Sayer Vincent LLP, Invicta House, 108 Golden Lane, London EC1Y 0TL

STRUCTURE, GOVERNANCE and MANAGEMENT

The charity is constituted as a Trust. The document governing the charity is a Trust Deed dated 20 July 1910.

New trustees, chosen from the congregation, are appointed from time to time to fill vacancies, by invitation from the Kirk Session. No individual or other body has power to appoint new trustees.

New trustees attend induction seminars and work closely with existing trustees. Trustees are given literature issued by the Charity Commission setting out their responsibilities. Conferences for trustees are held periodically. An Away Day is held periodically for all trustees.

The general management and administration of the charity are vested in the Kirk Session. Much day to day work of the Kirk Session is carried out by Committees (whose members are appointed by the Kirk Session) as follows:

the Finance Committee, the Fabric Committee, the Benevolence Committee, the Hospitality Committee, the Assembly and Presbytery Committee, the Fellowship Committee, the Mission Committee, the Nurture Committee, the Worship and Communication Committee, the Youth Committee and the Staff Committee.

These Committees report regularly to the Kirk Session and any matter requiring a decision has to be referred to the Kirk Session in accordance with the responsibilities of the trustees. The Kirk Session meets six times a year and at such other times as it may determine.

All key management personnel are volunteer trustees, so no remuneration or benefits were provided to them (2015 nil).

RISK ASSESSMENT

The charity trustees – the Kirk Session – consider that the Church buildings are adequately insured against structural damage. The income of the Church arises from the range of sources mentioned below. The Kirk Session encourages members of the congregation regularly to review the level of their giving. To increase congregational giving and to avert the risk of a reduction in giving a stewardship campaign was undertaken in 2014. An increase of some £24,000 in regular giving was achieved along with “one-off” donations of some £16,000. A further stewardship campaign is planned for 2017. In order to mitigate the risk of abrupt loss of income from the hire of premises, the Kirk Session intends to seek longer term agreements with those from whom this category of income is significant.

The Kirk Session has appropriate arrangements in place for the preparation of financial statements, the keeping of proper accounts and records, the safeguarding of assets and the

detection of fraud. The Kirk Session recognises its responsibilities to both Church members and visitors in matters of health, safety and security and so regularly reviews its procedures and takes professional advice where required.

RELATED PARTY TRANSACTIONS (See Note 14 to the Financial Statements)

The charity trustees – the Kirk Session - confirm that to the best of their knowledge and belief there were no financial transactions undertaken by the Church in the year ended 31 December 2016 in which the charity trustees or any person/company connected with them had, directly or indirectly, a material interest apart from the following:

Mrs A I Wilson (a trustee) was in receipt of £2,393 as relief Administrator.

RESTRICTIONS IMPOSED BY THE TRUST DEED

The trustees hold the Church building for the purpose of public worship according to the doctrine, worship, discipline and government of the Church of Scotland. The trustees can only dispose of it on condition that the proceeds are used for the acquisition or erection of a new church.

KEY OBJECTIVES OF THE CHARITY

St Columba's is part of the Church of Scotland, the National Church in Scotland, recognised by the State but independent in spiritual matters. The Church of Scotland is Trinitarian in doctrine, Reformed in tradition and Presbyterian in polity. It exists to glorify God, to work for the advancement of Christ's Kingdom throughout the world and to provide the ordinances of religion to the people of Scotland through parish ministry. By extension, it does the same for Scots and any of other nationalities who are attracted to a Presbyterian style and form of worship in England, Europe and further afield. St Columba's is bound by the objectives of the Church of Scotland and governed by its laws. It is subject to the jurisdiction of the Presbytery of England and to the supreme court of the Church, the General Assembly. Subject to that, the Kirk Session is responsible for all matters relating to St Columba's, both spiritual and temporal. All matters of substance are reported to the congregation, which is required to receive its Annual Accounts.

The key objectives of St Columba's can best be summarised by quoting in full its Mission Statement.

MISSION STATEMENT

In the name of Jesus Christ, we, as a congregation of the Church of Scotland, aim to

Witness to the power of God the Father, of Jesus Christ His Son

and of the Holy Spirit in our lives;

Maintain strong public worship in the Presbyterian style;

Learn more of God and grow in faith and love;

Serve God and His Church, each other and those in need both near and far;

Provide a friendly and hospitable welcome to all;

*Offer Christian fellowship both at St Columba's and by going out
as a community of caring people.*

We invite you to join us in this mission.

DELIVERY OF PUBLIC BENEFIT

The Kirk Session confirms that it has referred to the Charity Commission's general guidance on public benefit when reviewing the charity's aims and objectives and when planning future activities.

The Kirk Session believes that the Christian values upon which it bases its work are of significant benefit to the whole of society. While some of the activities which it carries out specifically benefit St Columba's congregation, St Columba's Church is an outward-looking organisation, concerned with seeking to transform society for the better. So the Kirk Session works hard to ensure that the benefits which it aims to provide are not exclusive to Christians or to St Columba's congregation.

ACHIEVEMENT OF KEY OBJECTIVES

In order to achieve its key objectives, St Columba's holds services every Sunday, special services at Christmas and at Easter, weekly Holy Communion and monthly baptisms. There are meetings, talks and discussions on aspects of the faith and matters affecting the daily lives of Christians as well as social events, including weekly Scottish Country Dancing and Tennis. Much pastoral care is provided by the Ministerial team and Elders. A Pastoral Care Working Group was established in 2015. Future plans focus on achieving the key objectives most effectively.

St Columba's takes part in the Church of Scotland's system of local church reviews. This entails a small team from elsewhere in the church visiting the church, reviewing its activities, assisting in setting new objectives and reviewing progress on previously set objectives.

Apart from the Ministerial team and an average staff of seven (two full time and five part time) all of the work of St Columba's is carried out by Elders and members of the congregation on an unpaid basis. Pay levels of staff are reviewed annually and compared with the market.

The number on the roll at 31 December 2016 was 870.

St Columba's administers several charitable funds, many of which are the result of gifts by members. Some of these are separately registered charities, while others are dealt with through the accounts of the Church. They are concerned with helping needy persons and supporting other charities doing similar work. Contribution is made from the income of the Church to the ministry and social work of the Church of Scotland in Scotland and abroad. Special collections were taken during the year for Borderline, a charity helping homeless in London, Glass Door (formerly West London Churches Homeless Concern), West London Action for Children, Christian Aid, the Poppy Appeal and Global Action Nepal. Each Sunday evening during the winter the Church provides meals and sleeping facilities for the homeless in west London.

Facilities are provided on a regular basis for meetings of addiction support groups and other charities.

The Napier Fund continues to make grants in accordance with the terms of the scheme approved by the Charity Commission in 1980. The income of the Napier Fund may be applied for the following purposes in the following order of priority:

1. in furthering the religious and other charitable work of St Columba's;
2. in furthering the religious and other charitable work of the Church of Scotland in Scotland and elsewhere; and
3. for such other charitable purposes connected with the Church of Scotland or consistent with the principles thereof as the Administrative Trustees shall decide.

FINANCIAL STATEMENTS

The financial statements of the charity comply with statutory requirements and the requirements of the charity's governing instrument and include any additional information required by law. At the year-end there were no commitments regarding on-going expenditure, incomplete projects or obligations not met which were not provided for in the accounts.

FINANCIAL REVIEW

The Kirk Session's plans for the future including the aims and key objectives are set out in the section headed "Mission Statement" above.

The sources of income are contributions from members of the congregation (open plate collections, a weekly envelope scheme, regular payments under Gift Aid or otherwise by bankers' standing order and gifts via Gift Aid and Give-as-you-earn), contributions from congregational organisations and other users of the premises, fees for Church Services and distributions and interest from investments.

Total income in 2016 amounted to £765,745. Total expenditure in 2016 amounted to £627,696 giving a surplus of £138,049 before investment gains.

Net assets of all funds at 31 December 2016 totalled £7,498,219 – an increase of £409,804 from the balance at 31 December 2015. The Church's investments are invested in the Church of Scotland Investors' Trust. All investments acquired have been acquired in accordance with the powers available to the trustees. The investment portfolio is designed to produce a satisfactory yield and the prospect of growth in value over the medium-term and long-term period. Funds invested in the Church of Scotland Investors' Trust Growth Fund yielded 3.53% p.a. and in the Income Fund yielded 4.20% p.a. based on the valuation at 31 December 2016.

In 2005 the trustees decided to set up a 50th Anniversary Appeal Fund for exceptional maintenance expenditure on the church building in future years. The Fund amounted to £65,763 at 31 December 2016.

The Congregational Funds (excluding tangible fixed assets) amounted to £1,736,654 at 31 December 2016. Funds held as reserves are required to meet any unforeseen reductions in income or unplanned expenditure. The Trustees consider that reserves of about twice annual expenditure are sufficient to cover an unforeseen reduction in income or unplanned expenditure.

The Kirk Session considers that there are no material uncertainties about the charity's ability to continue as a going concern. Each year a budget is prepared.

The value of the Church building shown on the Balance Sheet is its cost in 1955. It is insured for £26,017,600 (including the organs) on the basis of a total loss.

FACILITIES

The facilities of the Church building, its halls and offices, as well as its manses, are, in the opinion of the Trustees, adequate for the purpose of its work in the foreseeable future.

By order of the Trustees

Charlotte E Bradford
A Trustee & Session Clerk

Date: 3 March 2017

ST COLUMBA'S CHURCH OF SCOTLAND

KIRK SESSION

The Minister; The Revd C Angus MacLeod MA BD

Elders:

Lady Black	Mr Robert Mills
* Mrs Charlotte Bradford (Session Clerk from 25 November 2016)	Dr Sarah Mills
Mrs Margaret Brown	Mrs Daphne Moore
Mr Gordon Cameron	Mrs Janet Mothersill (died 12 May 2016)
Mrs Alison Buchanan (admitted 15 May 2016)	Mrs Hilary Natzler (ordained 15 May 2016)
Mr Roderick Buchanan (admitted 15 May 2016)	Ms Sheila Nicoll
Mrs Sheena Clark	* Mr David Nicolson
Mrs Patricia Clarke	Mrs Katherine Payne
Mr Graham Cumming	Mr Hugh Pym
Ms Karen Cunningham	Mrs Susan Pym
Miss Naomi Donaldson	Mrs Judith Roberts
Mrs Hazel Forbes	Mr Nigel Roberts
* Miss Elizabeth Fox	Mrs Catharine Robertson (ordained 15 May 2016)
Mr Martin Funnell	Mr John Russell
Ms Fiona Gardner	Mr Henry Sherriff
Mrs Lillas Gillies	Dr Gillian Smith
Mr William Glasson	Mrs Rosa Somerville
Mr Benjamin Gourlay	Mrs Jill Steele
* Mr James Henderson	Mr Stuart Steele
Col Guy Horridge	Mrs Jean Stevenson
Mr Donald Johnston	* Mr Michael Stevenson (Session Clerk to 25 November 2016)
Dr David Kerr	Mrs Catriona Sutherland-Hawes
Mrs Fiona Lang	* Mr Frank Taylor
Mrs Catherine Macnish	Mrs Laura Taylor (died 4 February 2016)
Lady Macpherson	Mr Gary Wallis
Mrs Elizabeth Maliphant	Dr Joanne Wallis
Mrs Catherine McDonald	Miss Betsy Wilkie
Miss Helen Miller	Mrs Anne Wilson
Dr Peter Mills	

* Members of the incorporated body of Custodian Trustees

ST. COLUMBA'S CHURCH OF SCOTLAND

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES

We have audited the financial statements of St Columba's Church of Scotland for the year ended 31 December 2016 which comprise the statement of financial activities, balance sheet, statement of cash flows and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the trustees as a body, in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the trustees, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of trustees and auditors

As explained more fully in the statement of trustees' responsibilities set out in the report of the trustees, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the report of the trustees to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- Give a true and fair view of the state of the charity's affairs as at 31 December 2016, and of its incoming resources and application of resources, for the year then ended
- Have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice
- Have been prepared in accordance with the requirements of the Charities Act 2011

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- The information given in the report of the trustees is inconsistent in any material respect with the financial statements
- Sufficient accounting records have not been kept
- The financial statements are not in agreement with the accounting records and returns
- We have not received all the information and explanations we require for our audit

8 March 2017

Sayer Vincent LLP, Statutory Auditors
Invicta House, 108-114 Golden Lane, LONDON, EC1Y 0TL

Sayer Vincent LLP is eligible to act as auditors in terms of section 1212 of the Companies Act 2006

ST. COLUMBA'S CHURCH OF SCOTLAND

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2016

	Notes	2016			2015		
		Unrestricted Funds £	Restricted Funds † £	Total £	Unrestricted Funds £	Restricted Funds † £	Total £
Income from:	2						
Donations and fees		294,867	35,242	330,109	296,093	25,616	321,709
Use of premises		205,665	-	205,665	201,109	-	201,109
Investments		60,404	108,856	169,260	58,663	109,816	168,479
Legacies		59,685	1,026	60,711	6,000	526	6,526
Total		<u>620,621</u>	<u>145,124</u>	<u>765,745</u>	<u>561,865</u>	<u>135,958</u>	<u>697,823</u>
Expenditure on:	3						
Ministry		199,205	500	199,705	207,478	1,334	208,812
Premises		118,459	53,572	172,031	127,016	34,110	161,126
Administration		157,492	503	157,995	146,353	13,356	159,709
Other costs		7,121	-	7,121	8,618	677	9,295
Grants made and collections for others paid over	5	<u>-</u>	<u>90,844</u>	<u>90,844</u>	<u>-</u>	<u>127,022</u>	<u>127,022</u>
Total		<u>482,277</u>	<u>145,419</u>	<u>627,696</u>	<u>489,465</u>	<u>176,499</u>	<u>665,964</u>
Net income (expenditure) before gains (losses) on investments		138,344	(295)	138,049	72,400	(40,541)	31,859
Net gains (losses) on investments	7	<u>98,022</u>	<u>173,733</u>	<u>271,755</u>	<u>(12,688)</u>	<u>(25,069)</u>	<u>(37,757)</u>
Net income (expenditure)		236,366	173,438	409,804	59,712	(65,610)	(5,898)
Transfers between funds	11	<u>(19,051)</u>	<u>19,051</u>	<u>-</u>	<u>(20,600)</u>	<u>20,600</u>	<u>-</u>
Net movement in funds		217,315	192,489	409,804	39,112	(45,010)	(5,898)
Reconciliation of funds:							
Total funds brought forward		<u>3,927,579</u>	<u>3,160,836</u>	<u>7,088,415</u>	<u>3,888,467</u>	<u>3,205,846</u>	<u>7,094,313</u>
Total funds carried forward		<u>4,144,894</u>	<u>3,353,325</u>	<u>7,498,219</u>	<u>3,927,579</u>	<u>3,160,836</u>	<u>7,088,415</u>

† Restricted Funds include the Endowment Fund on which there was no movement in 2015 or 2016. At all times covered by this report it had a balance of £321,717 representing fixed tangible assets of £314,742 and cash of £6,975.

ST. COLUMBA'S CHURCH OF SCOTLAND

BALANCE SHEET AT 31 DECEMBER 2016

	Note	2016			2015		
		Unrestricted Funds £	Restricted Funds † £	Total £	Unrestricted Funds £	Restricted Funds † £	Total £
FIXED ASSETS							
Tangible assets	6	2,408,240	314,742	2,722,982	2,410,969	314,742	2,725,711
Investments	7	1,341,181	2,967,129	4,308,310	1,297,249	2,739,306	4,036,555
		<u>3,749,421</u>	<u>3,281,871</u>	<u>7,031,292</u>	<u>3,708,218</u>	<u>3,054,048</u>	<u>6,762,266</u>
CURRENT ASSETS							
Debtors	8	81,695	-	81,695	61,834	125	61,959
Deposits with Church of Scotland Investors Trust		220,576	64,477	285,053	238,848	95,450	334,298
Cash at bank and in hand	9	136,135	6,977	143,112	43,020	11,213	54,233
		<u>438,406</u>	<u>71,454</u>	<u>509,860</u>	<u>343,702</u>	<u>106,788</u>	<u>450,490</u>
LIABILITIES							
Creditors due within one year	10	42,933	-	42,933	124,341	-	124,341
NET CURRENT ASSETS		<u>395,473</u>	<u>71,454</u>	<u>466,927</u>	<u>219,361</u>	<u>106,788</u>	<u>326,149</u>
NET ASSETS		<u>4,144,894</u>	<u>3,353,325</u>	<u>7,498,219</u>	<u>3,927,579</u>	<u>3,160,836</u>	<u>7,088,415</u>
FUNDS OF THE CHARITY							
Endowment fund	11	-	321,717	321,717	-	321,717	321,717
Restricted income funds	11	-	3,031,608	3,031,608	-	2,839,119	2,839,119
Unrestricted income funds	11	4,144,894	-	4,144,894	3,927,579	-	3,927,579
		<u>4,144,894</u>	<u>3,353,325</u>	<u>7,498,219</u>	<u>3,927,579</u>	<u>3,160,836</u>	<u>7,088,415</u>

† Restricted Funds include the Endowment Fund on which there was no movement in 2015 or 2016. At all times covered by this report it had a balance of £321,717 representing fixed tangible assets of £314,742 and cash of £6,975.

Approved by the Kirk Session and signed on its behalf by

Charlotte Bradford
Session Clerk
3 March 2017

James Henderson
Convener of the Finance Committee
3 March 2017

ST. COLUMBA'S CHURCH OF SCOTLAND

STATEMENT OF CASH FLOWS FOR THE YEAR TO 31 DECEMBER 2016

Note	2016		2015	
	£	£	£	£
Net income (expenditure) for the year (per SOFA)		409,804		(5,898)
Reconciliation of net income to net cash used in operating activities:				
Adjustments for:				
Depreciation charges	4,278		3,185	
(Gains) losses on investments	(271,755)		37,757	
Dividends and interest from investments	(169,260)		(168,479)	
(Increase) in debtors	(19,736)		(42,314)	
(Decrease) increase in creditors	<u>(81,408)</u>		<u>82,316</u>	
		<u>(537,881)</u>		<u>(87,535)</u>
Net cash used in operating activities		(128,077)		(93,433)
Cash flows from investing activities:				
Dividends and interest	169,260		168,479	
Purchase of equipment	<u>(1,549)</u>		<u>(16,000)</u>	
Net cash provided by investing activities		<u>167,711</u>		<u>152,479</u>
Change in cash and cash equivalents in the year		39,634		59,046
Cash and cash equivalents at 1 January 2016		<u>388,531</u>		<u>329,485</u>
Cash and cash equivalents at 31 December 2016		<u>428,165</u>		<u>388,531</u>
Analysis of cash and cash equivalents				
Cash	9	143,112		54,233
Short term deposits		<u>285,053</u>		<u>334,298</u>
Cash and cash equivalents		<u>428,165</u>		<u>388,531</u>

ST. COLUMBA'S CHURCH OF SCOTLAND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

1 ACCOUNTING POLICIES

The following policies have been used consistently in dealing with items considered material to the Church's financial statements.

Basis of accounting

The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 (SORP 2015 – FRS 102), FRS 102, the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following SORP 2015 – FRS 102 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements have been prepared under the historical cost convention, modified by the revaluation of investments to market value.

Public benefit entity

The charity meets the definition of a public benefit entity under FRS 102.

Going concern

The Kirk Session considers that there are no material uncertainties about the charity's ability to continue as a going concern.

Donations

Voluntary donations are recognised when they are received.

Investment income

Investment income and realised and unrealised gains and losses are allocated to the pooled funds (congregational, Napier, Ramsay Fabric and 8 minor funds) in proportion to their value at 1 January. The allocation is adjusted for significant exceptional inflows of funds, e.g. from legacies.

Legacies

Legacies are credited to income as soon as their receipt and quantum are probable.

Pension contributions

The Church contributes to the personal pension schemes of certain employees and operates a workplace pension scheme using the National Employment Savings Trust (NEST).

Grants made

Grants made are charged to the relevant fund in the year in which they are approved and paid.

Funds

Unrestricted funds may be used for the objects of the Church without restriction. Restricted funds are to be used within the restrictions laid down by the donor. Permanent endowment funds are held as capital with no power to spend the funds, although income from them may be spent without restriction.

Tangible fixed assets

All assets are for charitable use.

Freehold Property

In the Trustees' opinion replacement and market values of land and buildings exceed book value, so no depreciation has been provided and no impairment review carried out.

Freehold property is carried at original cost. A reserve fund, the Ramsay Fabric Fund, is used to make financial provision for future repairs or replacements. Significant repairs and renewals are charged to this fund when they are incurred. Regular transfers to this fund are made from general funds.

Pianos and Office Equipment

Such items costing over £500 are capitalised and shown at cost less accumulated depreciation, provided at 10% (pianos) or 25% (office equipment) of cost *p.a.* once in use.

Liabilities

All material unpaid invoices and contractual obligations at 31 December 2016 are accrued for in these accounts.

2 INCOME	Note	Unrestricted Funds £	Restricted Funds £	Total 2016 £	Total 2015 £
Donations and fees (including tax recoveries)					
Open plate		50,502	-	50,502	51,960
Planned giving		184,218	-	184,218	180,644
Collections for others	5	-	15,193	15,193	21,168
Other donations		34,745	20,049	54,794	42,616
Wedding and other service fees		6,668	-	6,668	3,781
Income from J R Rhynd Bequest *		10,464	-	10,464	10,456
Other income		8,270	-	8,270	11,084
		<u>294,867</u>	<u>35,242</u>	<u>330,109</u>	<u>321,709</u>
<i>* Held by the Church of Scotland for the benefit of St Columba's.</i>					
Use of premises					
Hall hire		204,950	-	204,950	200,388
Organ use		715	-	715	721
		<u>205,665</u>	<u>-</u>	<u>205,665</u>	<u>201,109</u>
Investment income					
Dividends		59,726	107,268	166,994	166,994
Interest		678	1,588	2,266	1,485
		<u>60,404</u>	<u>108,856</u>	<u>169,260</u>	<u>168,479</u>
Legacies					
Miss Nessie Maureen Morrison		10,000	-	10,000	-
Miss Evelyn Simpson		38,685	-	38,685	-
Frederick Ronald Gordon		1,000	-	1,000	-
Miss Marianne Bremner (for Benevolent Fund)		-	500	500	-
Miss Evelyn Bremner (continuing payments)		-	526	526	526
Other legacy**		10,000	-	10,000	-
Other legacies in 2015		-	-	-	6,000
		<u>59,685</u>	<u>1,026</u>	<u>60,711</u>	<u>6,526</u>
Total income		<u>620,621</u>	<u>145,124</u>	<u>765,745</u>	<u>697,823</u>

** During the year we were told of an additional legacy payable to the church. We expect to receive it in 2017.

ST. COLUMBA'S CHURCH OF SCOTLAND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

3 EXPENDITURE	Note	Unrestricted Funds £	Restricted Funds £	Total 2016 £	Total 2015 £
Ministry					
Ministries and Mission contribution*		188,015	-	188,015	194,283
Other dues and ministry expenses		8,727	-	8,727	9,720
Sunday School and Crèche		2,463	500	2,963	4,809
		<u>199,205</u>	<u>500</u>	<u>199,705</u>	<u>208,812</u>
Premises					
Church utilities		27,534	-	27,534	28,768
Church maintenance		41,967	52,409	94,376	77,801
Minister's manse		10,657	-	10,657	8,277
Fulham manse		6,604	-	6,604	6,879
Caretaker's flat		1,423	1,163	2,586	1,653
Depreciation		4,278	-	4,278	3,185
Insurance		25,996	-	25,996	34,563
		<u>118,459</u>	<u>53,572</u>	<u>172,031</u>	<u>161,126</u>
Administration					
Local salaries and fees		118,550	-	118,550	109,021
Other employment costs		6,410	-	6,410	7,782
Other music costs		7,653	-	7,653	7,116
Communications		15,409	-	15,409	12,058
Computer		573	500	1,073	1,621
Audit and legal		7,448	-	7,448	6,960
60th anniversary expenses		-	-	-	8,645
Sundry expenses		1,449	3	1,452	6,506
		<u>157,492</u>	<u>503</u>	<u>157,995</u>	<u>159,709</u>
Other costs					
Hospitality		486	-	486	1,770
Magazine		5,110	-	5,110	6,273
Bookstall, Life and Work and 60th Ann. DVDs		1,525	-	1,525	1,252
		<u>7,121</u>	<u>-</u>	<u>7,121</u>	<u>9,295</u>
Charitable grants from:***					
- JM Napier Fund			60,644	60,644	86,150
- collections for others			15,193	15,193	21,168
- Benevolent Fund			2,720	2,720	5,675
- Alexander Rose Memorial Fund			11,337	11,337	12,879
- St Columba's House Fund			950	950	1,150
			<u>90,844</u>	<u>90,844</u>	<u>127,022</u>
Total expenditure		<u>482,277</u>	<u>145,419</u>	<u>627,696</u>	<u>665,964</u>

* All congregations contribute to a fund of The Church of Scotland which bears the cost of ministers' stipends and pensions, employer's National Insurance Contributions, the Housing & Loan Fund and the Mission and Renewal work of the Church. Stipends are paid in accordance with a National Stipend Scale related to years of service.

** Total governance costs in 2016 were £7,440 (2015 £6,960)

*** The total paid to institutions was £75,753 (2015 £107,318) and the total paid to individuals was £15,091 (2015 £19,704).

4 INCOME FROM CHARITABLE ACTIVITIES

Certain of the church's activities, not primarily undertaken to raise money, may produce surpluses for the church. In 2016 these included:

	Income £	Costs £	Net £
Bookstall	952	424	528
Magazine	5,606	5,110	496
60th Anniversary Service sale of DVDs	1,365	452	913

5 COLLECTIONS FOR OTHERS

Collections were made for others and paid over as follows:

	2016 £	2015 £
Lenten appeal - Global Action Nepal (2015 "Just Like Us")	6,700	8,867
Borderline	806	562
Christian Aid	3,069	1,579
Poppy Appeal (2015 Earl Haig Fund)	1,115	458
Glass Door / West London Churches Homeless Concern	1,437	5,343
West London Action for Children	2,066	962
Friends of Scottish Rugby *	-	1,100
Highland Society of London *	-	1,100
London Scottish Regimental Trust *	-	1,100
Ecumenical Accompaniment Programme in Palestine and Israel	-	97
	<u>15,193</u>	<u>21,168</u>

* These were the proceeds of a collection taken at a memorial service and were distributed in accordance with the wishes of the family.

ST. COLUMBA'S CHURCH OF SCOTLAND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

6 TANGIBLE FIXED ASSETS	Freehold property	Equipment	Pianos	Total
Cost	£	£	£	£
Balance at 1 January 2016	2,705,787	24,473	16,000	2,746,260
Additions	-	-	1,549	1,549
Balance at 31 December 2016	<u>2,705,787</u>	<u>24,473</u>	<u>17,549</u>	<u>2,747,809</u>
Accumulated depreciation				
Balance at 1 January 2016	-	20,549	-	20,549
Charge for the year	-	2,523	1,755	4,278
Balance at 31 December 2016	<u>-</u>	<u>23,072</u>	<u>1,755</u>	<u>24,827</u>
Net book value at 31 December 2016	<u>2,705,787</u>	<u>1,401</u>	<u>15,794</u>	<u>2,722,982</u>
Net book value at 31 December 2015	<u>2,705,787</u>	<u>3,924</u>	<u>16,000</u>	<u>2,725,711</u>

The market value of the property is considered to be in excess of the cost. No formal valuation has been carried out but properties are insured insured for sums totalling more than £26,000,000.

7 INVESTMENTS	Pooled Funds	Alexander Rose Fund	St Columba's House Fund	Total 2016	Total 2015
	£	£	£	£	£
Market value					
Market value at 31 December 2015	3,703,174	298,611	34,770	4,036,555	4,074,312
Gain (loss) on revaluation to market value	<u>251,128</u>	<u>19,133</u>	<u>1,494</u>	<u>271,755</u>	<u>(37,757)</u>
Market value at 31 December 2016	<u>3,954,302</u>	<u>317,744</u>	<u>36,264</u>	<u>4,308,310</u>	<u>4,036,555</u>

Invested in:	Pooled Funds		Alexander Rose Fund		St Columba's House Fund		Total 2016
	Units	£	Units	£	Units	£	£
Church of Scotland Investors Trust							
Growth Fund Units at market value	411,516	1,954,701	28,182	133,865			2,088,566
Income Fund Units at market value	168,175	<u>1,999,601</u>	15,465	<u>183,879</u>	3,050	<u>36,264</u>	<u>2,219,744</u>
		<u>3,954,302</u>		<u>317,744</u>		<u>36,264</u>	<u>4,308,310</u>
Unrestricted Funds		1,341,181		-		-	1,341,181
Restricted Funds		<u>2,613,121</u>		<u>317,744</u>		<u>36,264</u>	<u>2,967,129</u>
		3,954,302		317,744		36,264	4,308,310
Historical cost							
Growth Fund Units at cost - 2016 and 2015	411,516	1,468,812	28,182	91,873			1,560,685
Income Fund Units at cost - 2016 and 2015	168,175	<u>1,764,499</u>	15,465	<u>164,308</u>	3,050	<u>27,572</u>	<u>1,956,379</u>
		<u>3,233,311</u>		<u>256,181</u>		<u>27,572</u>	<u>3,517,064</u>

8 DEBTORS and PREPAYMENTS	2016	2015
	£	£
Debtors	68,444	49,048
Prepayments	<u>13,251</u>	<u>12,911</u>
	<u>81,695</u>	<u>61,959</u>

9 CASH at BANK and in HAND	2016	2015
	£	£
Permanent endowment	6,975	6,975
Pooled cash	122,964	37,369
Benevolent Fund (cash not in pool)	2,640	1,052
Alexander Rose Fund	7,933	6,813
St Columba's House Fund	<u>2,600</u>	<u>2,024</u>
	<u>143,112</u>	<u>54,233</u>

10 CREDITORS and PROVISIONS	2016	2015
	£	£
Church purposes	17,403	27,148
Church organisations	11,001	9,900
Special collections to be paid over	501	6,921
Money held for future events	9,900	-
Rent and magazine subscriptions received for 2017	1,554	77,798
Funds earmarked for library expenditure	<u>2,574</u>	<u>2,574</u>
	<u>42,933</u>	<u>124,341</u>

ST. COLUMBA'S CHURCH OF SCOTLAND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2016

11 CHURCH FUNDS	Balance at 1 January £	Investment Income £	Investment Gains £	Other £	Payments & Expenses £	Net Transfers £	Balance at 31 December £
General congregational funds	3,927,579	60,404	98,022	560,217	(482,277)	(19,051)	4,144,894
Endowment Fund	321,717	-	-	-	-	-	321,717
<u>Charitable restricted funds</u>							
J Murray Napier Fund	2,045,685	80,000	129,912	500	(60,644)	-	2,195,453
Benevolent Fund	87,507	3,423	5,557	1,026	(2,720)	600	95,393
Alexander Rose Memorial Fund	305,691	12,457	19,133	-	(11,340)	-	325,941
St Columba's House Fund	36,794	1,526	1,494	-	(950)	-	38,864
Other restricted income applied	-	-	-	1,549	-	(1,549)	-
Collections for others	-	-	-	15,193	(15,193)	-	-
	<u>2,475,677</u>	<u>97,406</u>	<u>156,096</u>	<u>18,268</u>	<u>(90,847)</u>	<u>(949)</u>	<u>2,655,651</u>
<u>Other restricted funds</u>							
Ramsay Fabric Fund	234,709	9,179	14,905	-	(33,026)	20,000	245,767
50th Anniversary Appeal Fund	85,720	589	-	-	(20,546)	-	65,763
Sir Alec and Lady Martin Fund	6,324	247	402	-	-	-	6,973
Sir Alec Martin Fund	839	33	53	-	-	-	925
Nancy Scott Fund	3,582	140	228	-	(500)	-	3,450
William R R Wilson Fund	32,268	1,262	2,049	18,000	(500)	-	53,079
	<u>363,442</u>	<u>11,450</u>	<u>17,637</u>	<u>18,000</u>	<u>(54,572)</u>	<u>20,000</u>	<u>375,957</u>
	<u>7,088,415</u>	<u>169,260</u>	<u>271,755</u>	<u>596,485</u>	<u>(627,696)</u>	<u>-</u>	<u>7,498,219</u>

The J Murray Napier Fund is a restricted charitable fund, which makes grants under the terms of a charitable scheme.

The Benevolent Fund makes grants to or for the benefit of needy individuals.

The Alexander Rose Memorial Fund is a restricted charitable fund which assists poor Scotsmen and their families in London.

The St Columba's House Fund is a restricted fund, registered charity no. 258639, which assists women and girls in Greater London.

The Ramsay Fabric Fund receives regular transfers from congregational funds and is used for building maintenance.

The 50th Anniversary Appeal Fund is a restricted fund which arose from an appeal in 2005 to raise funds for major refurbishments. Since it was set up it had raised, at 31 December 2016, a total of £ 300,838 and spent £235,076.

The Sir Alec and Lady Martin Fund is a restricted fund set up to support the Sunday School (75%) and choir dinners (25%).

The Sir Alec Martin Fund is a restricted fund set up to support the Sunday School.

The Nancy Scott Fund is a restricted fund set up to assist with web-site maintenance.

The William R R Wilson Crèche and Chapels Memorial Fund is a restricted fund to support the crèche and for the maintenance of the London Scottish and tower chapels.

12 CHURCH ORGANISATIONS	Balance at 1 January £	Income £	Donations & Legacies £	Expenses £	Donations made £	Transfers £	Balance at 31 December £
Sunday School	1,225	114	-	-	-	-	1,339
Flower Guild	5,757	1,491	1,180	(2,864)	-	-	5,564
Service Unit - "Tea Together"	558	-	2,486	(1,525)	-	-	1,519
Hospitality Committee	7,886	7,299	1,383	(7,407)	(995)	-	8,166
	<u>15,426</u>	<u>8,904</u>	<u>5,049</u>	<u>(11,796)</u>	<u>(995)</u>	<u>-</u>	<u>16,588</u>

13 EMPLOYEES

St Columba's employed 7 full- or part-time employees during the year (2015 - 5). The average full-time equivalent number was 4½ (2015 4½) and their total cost was £82,800 (2015 £77,502). Payments to one trustee detailed in note 14 are not included in this figure. Remuneration consisted of gross pay £76,847 (2015 £69,894), employer's NIC £818 (2015 £2,835) and pension contributions £5,135 (2015 £2,835). No employee received emoluments in excess of £60,000.

All key management personnel are volunteer trustees, so no remuneration or benefits were provided to them (2015 nil).

14 TRUSTEES

No trustee received remuneration or reimbursement of personal expenses in the year to 31 December 2016 for acting as trustee. As a significant proportion of donations received are made anonymously through cash collections it is not possible to quantify total donations made by trustees and their families. One trustee, Mrs Anne Wilson, received £2,393 (2015 £2,452) for acting as relief administrator as permitted by an order of the Charity Commissioners dated 10 November 2004.

15 COST OF GENERATING FUNDS

In the opinion of the trustees no material cost was incurred in generating voluntary income or managing investments.

16 INSURANCE

Premiums totalling £25,996 were incurred during the year to insure the structure and contents of the Church; the structures of the two manses; the tennis club; and in respect of terrorism, employer's liability, public liability, business interruption, staff personal accident and trustees' indemnity.